

GOVERNMENT OF ANDHRA PRADESH
A B S T R A C T

MA & UD - Vijayawada Municipal Corporation - Reduction of rent hike in rent from 33 1/3% to 10% and extension of lease period for Andhra Hospitals, Vijayawada - Orders - Issued.

MUNICIPAL ADMINISTRATION & URBAN DEVELOPMENT (K1) DEPARTMENT

GO.Rt.No. 1800.

Dated:18-12- 2008.

Read the following:

- 1) GO.Ms.No.572, MA & UD (K2) Dept., dt.08-11-2006.
- 2) GO.Ms.No.810, MA & UD (K2) Dept., dt.13-11-2007.
- 3) GO.Rt.No.1189, MA & UD (K2) Dept., dt18-08-2008.
- 4) Chief Executive, Andhra Hospitals, CVR Complex, Prakasam Road, Vijayawada Dt:30-08-2008.
- 5) Commissioner, Vijayawada Municipal Corporation, Lr.No.Rc.A7/6460/2001, dt:11/2008

O R D E R:

In the G.O. 1st read above, orders were issued, permitting the Commissioner, Vijayawada Municipal Corporation, Vijayawada to lease out 400 Sq. Yards of land on the Southern side of Hospital Block in CVR Complex to Andhra Hospital, Vijayawada to establish a Cancer treatment unit for a period of 12 years on a annual rent of Rs.5.00 lakhs on usual lease laid under the GO.Ms.No.535, MA Dated:07-07-1998.

2) In the G.O. 2nd read above, orders were issued permitting the Commissioner, Vijayawada Municipal Corporation, to lease out further 300 sq. yards vacant site at C.V.R. Complex, Vijayawada just adjacent to 400 sq. yards already allotted, to Andhra Hospital, Vijayawada to establish a Cancer treatment unit for a period of 12 years on a annual rent of Rs.5.00 lakhs with enhancement of 33 1/3% over the existing lease amount for every succeeding 3 years under the provisions of G.O.Ms.No.535, MA, Dt:08-07-1998, subject to the condition that the construction shall be made at their own expenses and the structures/buildings so constructed on the lease site shall be handed over to the Municipal Corporation of Vijayawada after expiry of the lease period.

3) Further, in the G.O. 3rd read above, orders were also issued permitting the Commissioner, Vijayawada Municipal Corporation for extension of lease period for the above 700 Sq. yds. from the present 12 years to 25 years in favour of Chief Executive, Andhra Hospitals, Vijayawada subject to condition that the lease amount shall be enhanced at 33 1/3% for every 3 years under the provisions of G.O.Ms.No.535, MA, Dt:08-07-1998. The proposal for reducing the lease amount for every 3 years from 33 1/3% to 10% was examined and it was rejected, as it is not feasible for compliance as per the existing rules in force.

(P.T.O)

4) In the reference 4th read above, Dr.P.V.Ramana Murthy, Chief Executive, Andhra Hospitals, Vijayawada has stated that the Andhra Hospitals was established 3 ½ years ago under the management of ten senior doctors in Vijayawada by taking a building for lease which was constructed by Municipal Corporation, Vijayawada and was not occupied for more than 4 years and they were given assurance by the then Municipal Commissioner, that they could get some consideration from the Government, as it is the only Hospital Building in the State to be leased out and it serves good cause and it was recommended by the Commissioner and Special Officer (Collector) that the lease hike every three years can be reduced from 33 1/3 % to 10% and lease period to be extended to 15 years etc., and has requested the Government, to consider the matter which will help in serving the poor in better way.

5) Government after careful examination of the entire matter with reference to the proposal of the Commissioner, Vijayawada Municipal Corporation, hereby reduce the rent hike for Andhra Hospitals from 33 1/3 % to 10% for the remaining period in relaxation of the terms and conditions laid down in GO.Ms.No.535, MA Dated:07-07-1998, as a special case, as the hospital is running on charitable lines. The lessee shall also vacate the premises after the expiry of the said lease period and should not raise any legal complications in this matter. The lessee shall also not construct any other additional structures without the prior permission of the Government. The reduction of the rent may be altered by the Government in future, if any adverse lapses occurred by lessee.

6) The Commissioner, Vijayawada Municipal Corporation shall take further necessary action accordingly and send the lease agreement copy entered between the Vijayawada Municipal Corporation and Andhra Hospitals, Vijayawada to Government.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

PUSHPA SUBRAHMANYAM
SECRETARY TO GOVERNMENT

To
The Commissioner, Vijayawada Municipal Corporation,
Vijayawada.

COPY TO:

Dr.P.V.Ramana Murthy, Chief Executive,
Andhra Hospitals, Prakasam Road, Vijayawada.
The PS to Spl. Secretary to CM.
PS to M(MA)
PS to Secy. (P)/ Spl. Secretary, MA & UD Dept.
SF/SC.

//FORWARDED:: BY ORDER//

SECTION OFFICER